COMPULSORY POOLING APPLICATION CHECKLIST (pdf)

ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS

2102	3 APPLICANT'S RESPONSE
Date: February 6, 2020	
Applicant	SEP PERMIAN, LLC
Designated Operator & OGRID (affiliation if applicable)	SEP PERMIAN, LLC (OGRID 338479)
Applicant's Counsel:	Holland & Hart LLP
Case Title:	APPLICATION OF SEP PERMIAN, LLC TO AMEND ORDER NO. R-20411 TO ADD ADDITIONAL WELLS TO THE APPROVED HORIZONTAL WELL SPACING UNIT, EDDY COUNTY, NEW MEXICO.
Entries of Appearance/Intervenors:	None
Well Family	Lakewood Fed Com wells
Formation/Pool	
Formation Name(s) or Vertical Extent:	Glorieta-Yeso formation
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Glorieta-Yeso formation
Pool Name and Pool Code:	N. Seven Rivers; Glorieta-Yeso Pool (Pool Code 97565)
Well Location Setback Rules:	Statewide oil
Spacing Unit Size:	160 acres
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	160 acres, more or less
Building Blocks:	40-acre
Orientation:	Standup
Description: TRS/County	W/2 E/2 of Section 34, Township 19 South, Range 25 East, NMPM, Eddy County, New Mexico
Standard Horizontal Well Spacing Unit (Y/N), If No, describe	Yes
Other Situations	
Depth Severance: Y/N. If yes, description	No
Proximity Tracts: If yes, description	None
Proximity Defining Well: if yes, description	N/A
Applicant's Ownership in Each Tract	Yes
Well(s)	
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	

Well #1 Well #2	Lakewood Fed Com Well No. 4H, API No. 30-015-45669 SHL:500 feet from the South line and 1690 feet from the East line, (Unit O) of Section 27, Township 19 South, Range 25 East, NMPM. BHL:20 feet from the South line and 1686 feet from the East line, (Unit O) of Section 34, Township 19 South, Range 25 East, NMPM. Completion Target: Glorieta-Yeso at approx 2890 feet TVD. Well Orientation: North to South Completion Location expected to be:standard
	 SHL:500 feet from the South line and 1710 feet from the East line, (Unit O) of Section 27, Township 19 South, Range 25 East, NMPM. BHL:50 feet from the South line and 2168 feet from the East line, (Unit O) of Section 34, Township 19 South, Range 25 East, NMPM. Completion Target: Glorieta-Yeso at approx 2610 feet TVD. Well Orientation: North to South Completion Location expected to be:standard
Horizontal Well First and Last Take Points	See Exhibit C-2 for the available well information.
Completion Target (Formation, TVD and MD)	See Exhibit C-4 for the well proposals of the wells. This data is also listed above with each well.
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	See Order No. R-20411
Production Supervision/Month \$	See Order No. R-20411
Justification for Supervision Costs	See Order No. R-20411
Requested Risk Charge	See Order No. R-20411
Notice of Hearing	
Proposed Notice of Hearing	See Application
Proof of Mailed Notice of Hearing (20 days before hearing)	See Exhibit D-1
Proof of Published Notice of Hearing (10 days before hearing)	See Exhibit D-2
Ownership Determination	
Land Ownership Schematic of the Spacing Unit	Exhibit C-3
Tract List (including lease numbers and owners)	Exhibit C-3
Pooled Parties (including ownership type)	Exhibit C-3, D-1

Unlocatable Parties to be Pooled	N/A					
Ownership Depth Severance (including percentage above &	k belov N/A					
Joinder						
Sample Copy of Proposal Letter	Exhibit C-4					
List of Interest Owners (ie Exhibit A of JOA)	Exhibit C-3, D-1					
Chronology of Contact with Non-Joined Working Interests	N/A (spacing unit already pooled under R-20411					
Overhead Rates In Proposal Letter	See Order No. R-20411					
Cost Estimate to Drill and Complete	Exhibit C-4					
Cost Estimate to Equip Well	Exhibit C-4					
Cost Estimate for Production Facilities	Exhibit C-4					
Geology						
Summary (including special considerations)	N/A (acrage already pooled under R-20411)					
Spacing Unit Schematic	N/A (acreage already pooled under R-20411)					
Gunbarrel/Lateral Trajectory Schematic	N/A (acrage already pooled under R-20411)					
Well Orientation (with rationale)	N/A (acrage already pooled under R-20411)					
Target Formation	N/A (acrage already pooled under R-20411)					
HSU Cross Section	N/A (acrage already pooled under R-20411)					
Depth Severance Discussion	N/A (acrage already pooled under R-20411)					
Forms, Figures and Tables						
C-102	Exhibit C-2					
Tracts	Exhibit C-3					
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit C-3					
General Location Map (including basin)	See Case No. 20187, Exhibit 2					
Well Bore Location Map	See Case No. 20187, Exhibit 2					
Structure Contour Map - Subsea Depth	See Case No. 20187, Exhibit 2					
Cross Section Location Map (including wells)	See Case No. 20187, Exhibit 2					
	See Case No. 20187, Exhibit 2					

CERTIFICATION: I hereby certify that the information provided in this checklist is complete and accurate.

Printed Name (Attorney or Party Representative):	Kaitlyn A. Luck
Signed Name (Attorney or Party Representative):	Sworkell
Date:	26-Aug-20

 DISTRICT I

 1625 N. French Dr., Hobbs, NM 88240

 Phone: (575) 393-6161 Fax: (575) 393-0720

 DISTRICT II

 811 S. First St., Artesia, NM 88210

 Phone: (575) 748-1283 Fax: (575) 748-9720

 DISTRICT III

 1000 Rio Brazos Road, Aztec, NM 87410

 Phone: (505) 334-6178 Fax: (505) 334-6170

 DISTRICT IV

 1202 S. St. Francis Dr., Santa Fe, NM 87505

 Phone: (505) 476-3460 Fax: (505) 476-3465

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

□AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

					n de menter		1110111211	-			
AF	API Number Pool Code Pool Name					e					
Property C	erty Code Property Name Well N					ell Number					
		LAKEWOOD FEDERAL COM 4					4H				
OGRID N	lo.		Operator Name]	Elevation		
								3503'			
Surface Location											
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/	East/West line Cou		
О	27	19-S	25-Е		500	SOUTH	1690	EAST		EDDY	
Bottom Hole Location If Different From Surface											
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/	West line	County	
0	34	19-S	25-Е		20	SOUTH	1686	E	AST	EDDY	
Dedicated Acres	Joint or	t or Infill Consolidation Code Order No.									

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

	SCALE: 1"=2000'	OPERATOR CERTIFICATION
	GEODETIC COORDINATES GEODETIC COORDINATES NAD 83 NME NAD 27 NME SURFACE LOCATION SURFACE LOCATION Y=591363.2 N Y=591424.0 N Y=591363.2 N Y=591363.2 N X=499394.8 E X=458216.3 E LAT.=32.625801° N LONG.=104.469571° W LONG.=104.469051° W	I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order
	FIRST TAKE POINT FIRST TAKE POINT NAD 83 NME NAD 27 NME Y = 590824.1 N Y = 590763.3 N X 499398.3 E X=458219.8 E LAT.=32.624152* N LAT.=32.624038* N LONG.=104.469058* W LONG.=104.469038* W	heretofore entered by the division. Signature Date
	CORNER COORDINATES TABLE	
A B	NAD 27 NME	Printed Name
S.L.	A - Y= 592200.1 N, X= 457305.0 E	
⊙ < <u>−</u> 1690'—>	B - Y= 592191.8 N, X= 458605.8 E C - Y= 590868.6 N. X= 457311.0 E	E-mail Address
SEC. 27 C S D	D - Y= 590860.9 N, X= 458608.1 E	E-mail Address
SEC. 34 GRID 47 = 179°30'56" S'F.T.P 1686'	E - Y= 585509.7 N, X= 457253.0 E F - Y= 585506.9 N, X= 458579.4 E	
	CORNER COORDINATES TABLE	SURVEYOR CERTIFICATION
HORIZ, DIST.=600.1'	NAD 83 NME	I hereby certify that the well vocation shown on this plat was plotted from Trade nodes of a truth surveys made by
	A - Y = 592260.9 N, X = 498483.5 E	me or under my supervision, and that the same is true
	B - Y= 592252.6 N, X= 499784.3 E C - Y= 590929.4 N, X= 498489.5 E	and correct to the best of the belief.
	D - Y= 590921.8 N, X= 499786.7 E	FEBRUARY AU2018
	E - Y= 585570.3 N, X= 498431.5 E F - Y= 585567.6 N, X= 499758.0 E	Date of Survey 3239
	LAST TAKE POINT LAST TAKE POINT	Signature & Seal of Professional Surveyor.
	NAD 83 NME NAD 27 NME	
<u>GRID AZ.=180°00'06"</u>	Y = 585668.3 N $Y = 585607.6 N$	
HORIZ. DIST.=5237.1'	X= 499398.6 E X= 458220.1 E LAT.=32.609980° N LAT.=32.609867° N	MUNITESSION CONTINUES
	LONG.=104.469535° W LONG.=104.469015° W	
	BOTTOM HOLE LOCATION BOTTOM HOLE LOCATION NAD 23 NME NAD 27 NME	Ronald & Eideon 07/13/2020
→ <i>→ 360'</i>	Y= 585588.3 N X= 499398.2 E X= 458219.6 E	Certificate Number Gary G. Eidson 12641
8 A.T.P	LAT.=32.609760° N LAT.=32.609647° N	Ronald J. Eidson 3239
	LONG.=104.469536° W LONG.=104.469016° W	ACK REL. W.O.: 18110106 JWSC W.O.: 20.13.0325
E . F 1686'		

DISTRICT 1 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 DISTRICT II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 DISTRICT III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 DISTRICT IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

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□AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

А	PI Number			Pool Code		Pool Name					
Property C	Code		Property Name LAKEWOOD FEDERAL COM					1 5			
OGRID	No.		Operator Name Elev					berator Name Elevation			
					Surface Locat	on					
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
0	27	19-S	25-Е		500	SOUTH	1710	EAST	EDDY		
	1	I		Bottom Hol	e Location If Diffe	erent From Surface		I	L		
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
0	34	19-S	25-Е		50	SOUTH	2168	EAST	EDDY		
Dedicated Acres	Joint or	Infill C	onsolidation C	ode Ord	er No.	1		1	1		

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